- 1. The Chinese Communist 13 Army Group headquarters is at Liuchou (109-16, 24-18). The area between Liuchou and the Indochina border is restricted, with strict controls on all travel. The headquarters of the Kwangsi Provincial Government has moved to Manning.
- Since early February 1950, 3 trains arrive at Liuchou daily with amountainn
  and other military supplies which are trucked into the Nanning area for
  storage. Each of these trains carries about 300 to 500 troops who also
  move south.
- 3. About 1 March the "3 Railway Battalion", with a strength of about 2,000 arrived in Liuchou and was assigned to reconstruct the railway from Liuchou to Chennankuan (106-41, 22-00). It was later joined by engineering units. The initial survey has been completed and the roadbed is under construction. This entire reconstruction project is highly classified. Its completion is probably set for late this summer because ties and bridge material from the local area are to be collected by 1 July.

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